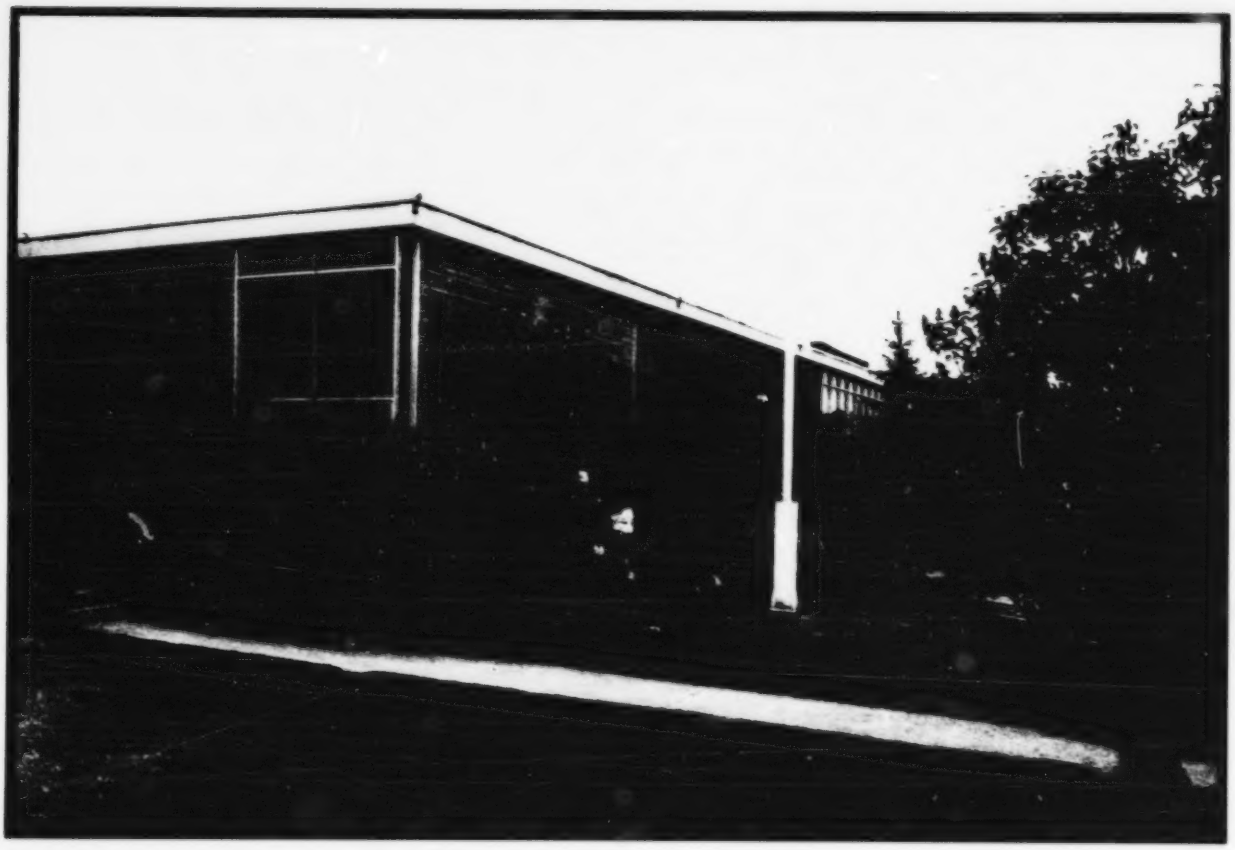
1987
FINANCIAL REPORT



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NOTE: The users of the Financial Report of the City of Port Alberni who require information additional to that provided in this Report may obtain a more detailed report upon request to:

Treasurer, City of Port Alberni,
4850 Argyle Street,
Port Alberni, British Columbia
V9Y 1V8

Treasurer's Report

To: Mayor and Aldermen

From: C.H. Schick,
Treasurer

Date: May 9th, 1988

In accordance with Section 397 of the "Municipal Act", R.S.B.C. 1979, I herewith submit the financial report for the year ended December 31st, 1987.

The following observations are included for your information:

1. **Report Format**
The 1987 report conforms to the format used on the forms required to be submitted to the Ministry of Municipal Affairs. This format differs from that used within the General Revenue Fund budget only in our treatment of capital expenditures and reserves for the Parks & Recreation Commission and the Alberni Harbour Quay Commission. We draw your attention to the "Notes to Financial Report" section wherein we are reporting on relevant accounting matters under three main headings:
1) Significant Accounting Policies
2) Translation of Foreign Currency
3) Contingent Liabilities

2. **Cash**
(a) *Investments and Bank Account* - the investment of funds, surplus to our immediate requirements, produced revenue in excess of $148,000 during 1987 compared to $196,000 during the previous year. At the peak, we had $7,000,000 invested. Interest paid by the bank on amounts on deposit in our current account during the year was almost $143,000 compared to $134,000 in the year previous. Interest rates prevailing, at the time of peak investment in early July, 1987, were relatively constant with the year preceding at an average of 8.45%. Our cash position decreased by approximately $440,000 at the year ended 1987 compared to the previous year end.

(b) *Borrowing* - we have compared 1987 to 1986 for temporary borrowing requirements incurred during the first half of the year, prior to receiving our taxation revenue.

	MAXIMUM BORROWING	COST
1987	$1,200,000	$14,141
1986	$1,100,000	$12,979

3. **Tax Collection**

The Municipal Statistics section of the report reveals that Total Taxes Collected as a Percentage of Current Levy at 101.81% for 1987 has improved over the level of performance of last year at 99.81%. This compares to the 1986 (the last for which statistics are available) province-wide average of all cities at 101.56% and for all municipalities at 101.15%. The improvement in the collection record in 1987 can be understood when one considers the decrease in Property Taxes—receivable from $848,583 to $729,993 (i.e. approximately $118,000) which represents a decrease of 16.2% in 1987. As previously stated we are only able to compare statistics for the rest of the province for 1986.

	PERCENTAGE DECREASE IN PROPERTY TAXES RECEIVABLE FOR 1986 OVER 1985
Port Alberni	34.6%
Average All Cities	13.1%
Average All Municipalities	13.1%

4. **Trust Funds**

The amount due to General Funds from the Industrial Mall Trust Fund for net accumulated operating costs decreased from $117,966 in 1986 to $7,148 at the end of 1987. However, the amount due at the end of 1986 included $86,178 in interest payable on our I.D.S.A. loan, which if excluded from that balance would leave accumulated operating costs amounting to $31,788. This amount, when compared to $7,148 at December 31st, 1987, indicates that revenues are catching up to our net accumulated costs. In our 1987 balance sheet we show the accrued interest payable on our loan as a separate item at $112,945, which compares to the 1986 amount previously mentioned at $86,178.

Directory of Officials

ELECTED OFFICIALS 1987

Mayor G. R. Trumper
Aldermen
J. Jack
H. Anderson
D. Whyte
J. Mitchell
A. Briggs
A.A. Schroeder

ELECTED OFFICIALS 1988

Mayor G. R. Trumper
Aldermen
H. Anderson
A. Briggs
H. Nedergard
J. Mitchell
G. Howell
D. Watts

APPOINTED OFFICIALS 1988

City Manager	D. Walker
City Clerk	G.A. Wiley
Treasurer and Collector	C.H. Schick
City Engineer	R.R. Congdon
Fire Chief	D.W. Phillips
Purchasing Agent	K. D. Smith
Building Inspector	W. Bach
Data Processing Supervisor	R.W. Wilkins
Licence Inspector	M.D. Boylan
Area Assessor - B.C. Assessment Authority	R.A. Loggin
Solicitor	W. Beckingham
Officer Commanding R.C.M.P. Detachment	Inspector N. McKay
Emergency Programme Co-Ordinator	L. Lewis
Acting Director - C.V.I. Health Unit	M. Vogan
Public Health Inspector - C.V.I. Health Unit	V. Nickel
Auditors	D.G. Murray
Bankers	Bank of Montreal
Planning - Regional District of Alberni Clayoquot	J. McManus

PORT ALBERNI PARKS AND RECREATION COMMISSION

1987

Chairman R. Haynes
Vice Chairman D. Brett
A. Briggs
J. Jack
R. Erickson
L. Baird
D. Houle
D. Morrow
A. Markin

Superintendent of Parks and Recreation
D.J. Brimacombe

1988

Chairman R. Haynes
Vice Chairman N. Jack
A. Mitchell
N. Bisaro
L. Baird
N. Dirom
A Briggs
H. Nedergard
D. Brett

Superintendent of Parks and Recreation
D. Hunter

1988 ADVISORY PLANNING COMMISSION

D. Willis
L. Baird
S. Sall
R. Lacoursiere

T. Wolanski
H. Nedergard
R.J. Spencer
D. Houle

ALBERNI HARBOUR QUAY COMMISSION

1987

Chairman M. Ketteringham
R. Cole
R. Burnip
H. Anderson
A. Broadway

1988

Chairman M. Ketteringham
H. Anderson
A. Broadway
C. Fergus
D. White

Manager of Alberni Harbour Quay
M. Carter

Auditors' Report

To the Mayor and Aldermen,
City of Port Alberni,
Port Alberni, B.C.

In accordance with Section 391 of the Municipal Act, I report that:

I have examined the balance sheets, statements of revenue and expenditure and such other related statements of the City of Port Alberni as were considered necessary for the year ended December 31st, 1987.

My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances, and

In my opinion the finacial statements attached hereto present fairly the financial position of the municipality as at December 31st, 1987 and the results of its operations for the year then ended, in accordance with accounting principles generally accepted for British Columbia municipalities applied on a basis consistent with that of the preceding year.

DAVID G. MURRAY
Chartered Accountant
Port Alberni, B.C.
March 7, 1988

CITY OF PORT ALBERNI

Consolidated Balance Sheet at December 31st, 1987

ASSETS	GENERAL	CAPITAL FUNDS WATER	SEWER	TOTAL
Cash and term deposits	104,780			$ 104,780
Due from provincial government				
Due from own funds				
Accounts receivable				
Accrued interest	2,929			2,929
Investements				
Inventories				
Properties acquired for taxes				
Prepaid expenses				
M.F.A. debt reserve				
Fixed Assets				
Engineering structures	22,343,565	9,678,076	5,026,180	37,047,821
Buildings	6,309,197	128,237	58,028	6,495,462
Machinery and equipment	3,033,878	393,217	328,915	3,756,010
Land	1,708,051	10,257	125	1,718,433
Other				
	$ 33,502,400	$ 10,209,787	$ 5,413,248	$ 49,125,435
LIABILITIES				
Due to provincial government				
Due to other local governments				
Accounts payable				
Due to own funds	$ 13,168			$ 13,168
Wages payable				
Accrued payables				
Deposits and prepayments				
M.F.A. debt reserve				
Reserves for future expenditures				
Asset valuation reserves				
Debenture debt	$ 2,720,668	$ 2,751,162	$ 1,364,626	$ 6,836,456
Other debt	1,224,213			1,224,213
Reserve fund balance				
Equity in fixed assets	29,544,351	7,458,625	4,048,622	41,051,598
Surplus				
	$ 33,502,400	$ 10,209,787	$ 5,413,248	$ 49,125,435

GENERAL	REVENUE FUNDS WATER	SEWER	TOTAL	RESERVE FUNDS	TRUST FUNDS	TOTAL ALL FUNDS
$ 2,567,946			$ 2,567,946	$ 2,858,971	$ 116,873	$ 5,648,570
19,567	$ 10,000	$ 208,724	238,291			238,291
224,620	404,051		628,671		95	628,766
912,748	166,022		1,078,770			1,078,770
15,790			15,790	155,099	1,453	175,271
25,000			25,000			25,000
406,801			406,801			406,801
180,231			180,231			180,231
46,731			46,731			46,731
494,067	213,696	85,973	793,736			793,736
						37,047,821
						6,495,462
						3,756,010
						1,718,433
					727,813	727,813
$ 4,893,501	$ 793,769	$ 294,697	$ 5,981,967	$ 3,014,070	$ 846,234	$ 58,967,706
$ 79,412			$ 79,412		$ 65,409	$ 144,821
66,710			66,710			66,710
1,407,795			1,407,795		440	1,408,235
404,146		$ 103,724	507,870	$ 98,026	9,703	628,767
96,488			96,488			96,488
63,131			63,131		112,946	176,077
118,281	$ 5,926		124,207		2,128	126,335
494,067	213,696	85,973	793,736			793,736
795,817		105,000	900,817			900,817
116,504			116,504			116,504
						6,836,456
					725,710	1,949,923
				2,916,044	(70,102)	2,845,942
						41,051,598
1,251,150	574,147		1,825,297			1,825,297
$ 4,893,501	$ 793,769	$ 294,697	$ 5,981,967	$ 3,014,070	$ 846,234	$ 58,967,706

GENERAL CAPITAL FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Cash on hand and in bank	$ 104,780	$ 48,491
Accrued interest	2,929	3,044
Tangible assets		
Engineering structures	22,343,565	21,396,233
Buildings	6,309,197	6,309,197
Machinery and equipment	3,033,878	2,237,641
Land	1,708,051	1,708,051
	$ 33,502,400	$ 31,702,657
LIABILITIES AND EQUITY		
Due to own funds		
General revenue funds	$ 13,168	—
Long-term debt		
Debenture debt	$ 2,720,668	$ 3,343,752
Other liabilities		
Deposit-Echo Park	38,713	—
Forgivable loan-TIDSA	1,185,500	1,185,500
Equity in fixed assets	29,544,351	27,173,405
	$ 33,502,400	$ 31,702,657

GENERAL CAPITAL FUND
SCHEDULE OF EQUITY IN FIXED ASSETS
AT DECEMBER 31st, 1987

	1987	1986
Balance at the beginning of the year	$ 27,173,405	$ 25,749,213
Add:		
Contributions from general revenue funds	1,048,384	463,387
Contributions from equipment replacement reserve fund	682,071	313,680
Contributions from commuted payments	—	41,551
Interest earned	4,293	3,892
Debenture debt repaid from general revenue funds	563,576	558,419
Actuarial increases in sinking funds	59,508	44,813
Contribution from other organizations	13,114	—
Less:		
Cost of issuing debentures	—	935
M.F.A. debt reserve fund	—	615
Balance at the end of year carried forward to general capital fund balance sheet	$ 29,544,351	$ 27,173,405

GENERAL REVENUE FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Cash on hand and in bank	$ 2,567,946	$ 2,907,821
Receivables		
Property taxes	729,993	848,583
Due from provincial government	19,567	17,260
General capital fund	13,168	—
Municipal transit fund	2,555	2,395
Equipment replacement fund	46,682	—
Sewer revenue fund	103,724	—
Industrial mall trust fund	7,148	117,966
Land sale reserve fund	51,344	14,200
Trade accounts	182,754	210,243
Accrued interest	15,790	39,665
Land sales receivable	11,400	—
Total receivables	1,184,125	1,250,312
Investments	25,000	25,000
Inventories	406,801	430,524
Properties acquired for taxes		
Deeded to municipality	39,520	38,020
Subject to redemption	129,311	24,487
Prepaid expenses	46,731	777
M.F.A. debt reserve fund	494,067	483,521
	$ 4,893,501	$ 5,160,462
LIABILITIES AND SURPLUS		
Payables		
Provincial government	$ 79,412	$ 71,441
Other local governments	66,710	72,143
Equipment replacement fund	—	342,723
Cemetery care fund	95	120
Water revenue fund	404,051	316,851
Sewer revenue fund	—	6,657
Trade accounts	1,407,795	1,037,630
Wages and benefits payable	96,488	109,225
Accrued payables	63,131	70,955
Deposits and prepayments	118,281	103,481
Other liabilities		
M.F.A. debt reserve fund	494,067	483,521
Reserves		
Future expenditures	795,817	1,272,015
Asset valuation allowances	116,504	106,072
Total liabilities	3,642,351	3,992,834
Surplus		
Balance at beginning of the year	1,167,628	1,320,778
Add general revenue fund surplus for the year	310,522	227,478
Less appropriation of prior years surplus	227,000	380,628
Balance at end of year	1,251,150	1,167,628
	$ 4,893,501	$ 5,160,462

GENERAL REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31st, 1987

REVENUE	1987	1986
Taxation		
Real property tax	$ 9,841,551	$ 9,932,250
Utility tax	23,636	21,982
Total taxation	9,865,187	9,954,232
Grants in lieu of taxes	512,790	507,910
Services provided to other governments	183,126	182,511
Sales of service	473,183	457,124
Recreation and cultural services	622,403	553,908
Licences and permits	145,897	143,307
Fines and costs	13,236	13,990
Rentals	140,512	147,867
Return on investements	301,979	341,041
Penalties and interest	136,960	150,925
Other income	32,709	45,532
Unconditional transfers from other governments	870,730	809,666
Conditional transfers from other governments	153,511	119,347
Transfer from own reserves	1,183,555	675,927
Surplus transferred from prior years	227,000	380,628
Sub-total revenues	14,862,778	14,483,915
Collection for other governments		
School authorities	3,926,728	5,556,571
Regional hospital district	27,248	59,569
Municipal finance authority	1,181	3,358
B.C. assessment authority	135,924	245,423
Total collections for others	4,091,081	5,864,921
Total revenue for the year	$ 18,953,859	$ 20,348,836

GENERAL REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31st, 1987

EXPENDITURE	1987	1986
General government services	$ 1,077,989	$ 1,081,434
Protective services		
Police protection	2,165,555	1,843,018
Fire protection	1,327,502	1,341,035
Emergency measures	50,187	54,674
Building and plumbing inspection	58,607	56,832
Animal and pest control	74,330	74,252
Transportation services		
Common services	409,436	475,788
Roads and streets	1,146,419	1,123,022
Environmental health services	475,654	431,485
Public health and welfare services	23,047	20,629
Environmental development	315,267	322,900
Recreation and cultural services	3,203,063	3,269,757
Fiscal services		
Debt services	1,125,465	1,165,307
Transfer to reserves	939,929	1,166,897
Transfer to water revenue fund	43,549	43,487
Transfer to sewer revenue fund	419,057	589,472
Contributions to general capital fund	1,048,384	463,387
Conditional transfers to others		
Regional district	455,552	547,230
Municipal transit trust fund	182,314	174,216
Sub-total expenditures	14,541,306	14,244,822
Transmission of taxes collected for others		
School authorities	3,926,702	5,556,886
Regional hospital district	27,321	59,650
Municipal finance authority	1,184	3,360
B.C. assessment authority	136,277	245,695
M.F.A. debt reserve transfer	10,546	10,945
Total of transmission of taxes	4,102,030	5,876,536
Total expenditures for the year	18,643,336	20,121,358
Balance being the excess of revenue over expenditure for the year	310,523	227,478
	$ 18,953,859	$ 20,348,836

SEWER CAPITAL FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Tangible assets		
Engineering structures	$ 5,026,180	$ 5,026,180
Buildings	58,028	58,028
Machinery and equipment	328,915	328,915
Land	125	125
	$ 5,413,248	$ 5,413,248
LIABILITIES AND EQUITY		
Long-term debt		
Debenture debt	$ 1,364,626	$ 1,497,725
Equity in fixed assets	4,048,622	3,915,523
	$ 5,413,248	$ 5,413,248

SEWER CAPITAL FUND SCHEDULE OF EQUITY IN FIXED ASSETS AT DECEMBER 31st, 1987

	1987	1986
Balance at beginning of the year	$ 3,915,523	$ 2,922,884
Add:		
Debenture debt repaid from sewer revenue funds	114,659	108,665
Actuarial additions to sinking funds	18,440	15,778
Contribution from E.R.R.F.	—	12,988
Reversal of prior years deprectiation	—	855,208
	$ 4,048,622	$ 3,915,523
Balance at the end of the year carried forward to the sewer capital fund balance sheet	$ 4,048,622	$ 3,915,523

SEWER REVENUE FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS		1987		1986
Receivables				
Due from province-sewerage facilities grants	$	208,724	$	133,343
Due from own funds-general revenue fund		—		6,657
Trust and other assets				
M.F.A. debt reserve fund		85,973		16,921
	$	294,697	$	156,921
LIABILITIES AND SURPLUS				
Payables				
Due to general revenue fund	$	103,724	$	—
Other liabilities				
M.F.A. debt reserve fund		85,973		16,921
Reserves				
Reserve for future expenditures		105,000		140,000
Surplus				
Balance in account		—		—
	$	294,697	$	156,921

SEWER REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31st, 1987

REVENUE		1987		1986
Sales of service	$	7,374	$	5,129
Local improvement charges-frontage tax		55,370		55,259
Sewerage facilities grants		208,724		133,344
Transfer from reserves		140,000		140,000
Contribution from general revenue fund		363,688		534,212
Return on Investment - M.F.A. Debt Reserve		69,013		(71,280)
	$	844,169	$	796,664
EXPENDITURE				
Administration	$	33,318	$	33,261
Sewage collection system		90,611		76,768
Sewage pump stations		81,718		81,513
Sewage treatment and disposal		49,043		55,180
Other operating costs		11,520		11,337
Debt charges		403,946		469,885
Transfer to reserves		105,000		140,000
M.F.A. debt reserve income transfer		69,013		(71,280)
	$	844,169	$	796,664

WATER CAPITAL FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Tangible assets		
Engineering structures	$ 9,678,076	$ 9,598,552
Buildings	128,237	128,237
Machinery and equipment	393,217	383,870
Land	10,257	10,257
	$ 10,209,787	$ 10,120,916
LIABILITIES AND EQUITY		
Long-term debt		
Debenture debt	$ 2,751,162	$ 2,844,298
Equity in fixed assets	7,458,625	7,276,618
	$ 10,209,787	$ 10,120,916

WATER CAPITAL FUND
SCHEDULE OF EQUITY IN FIXED ASSETS
AT DECEMBER 31st, 1987

	1987	1986
Blance at beginning of the year	$ 7,276,618	$ 4,409,955
Add:		
Contributions from water revenue fund	88,871	557,923
Contribution for E.R.R.F.	—	44,766
Debenture debt repaid from water revenue	88,702	88,702
Interest earned on bank account	—	12,903
Reversal of prior years depreciation	—	2,162,369
Actuarial additions to sinking fund	4,434	—
Balance at the end of the year carried forward to the water capital fund balance sheet	$ 7,458,625	$ 7,276,618

WATER REVENUE FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS		1987		1986
Due from Province	$	10,000	$	137,250
Receivables				
Due from general revenue fund		404,051		316,851
Customer accounts		166,022		150,182
Trust and other assets				
M.F.A. debt reserve fund		213,696		210,482
	$	793,769	$	814,765
LIABILITIES AND SURPLUS				
Payables				
Customer prepayments	$	5,926	$	5,495
Other liabilities				
M.F.A. debt reserve fund		213,696		210,482
Surplus				
Balance at beginning of the year		598,788		503,648
Add:				
Water revenue surplus for the year		71,160		95,140
Less:				
Appropriation of prior years surplus		95,801		—
Balance at end of the year		574,147		598,788
	$	793,769	$	814,765

WATER REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31st, 1987

REVENUE	1987	1986
Sale of water		
Flat rate sales	$ 761,086	$ 757,901
Metered sales	397,433	355,657
Total Sales	1,158,519	1,113,558
Other service charges	7,116	13,567
Return on investments	3,214	2,571
Water frontage tax	43,549	43,487
Unconditional provincial grant	10,000	—
Capital projects grant	—	556,250
Surplus transferred from prior year	95,801	—
	$ 1,318,199	$ 1,729,433
EXPENDITURE		
Administration	$ 147,184	$ 147,479
Purification and treatment	16,048	11,732
Service of supply	44,852	51,276
Transmission and distribution	390,386	275,431
Pumping	76,392	103,886
Other operating costs	58,482	61,904
Debt charges	415,731	415,731
Fiscal services	3,214	2,571
Transfer to equipment replacement reserve	5,879	6,360
Contributions to water capital fund	88,871	557,923
Total expenditure for the year	1,247,039	1,634,293
Balance being the excess of revenue over expenditure for the year	71,160	95,140
	$ 1,318,199	$ 1,729,433

LAND SALE RESERVE FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS		1987		1986
Cash on hand and in bank	$	920,872	$	721,557
Accrued interest		46,292		41,732
	$	967,164	$	763,289
LIABILITIES AND RESERVE				
Due to general revenue fund	$	51,344	$	14,200
Statutory reserve fund balance				
Balance at beginning of the year		749,089		646,220
Add:				
Interest earned		74,841		54,686
Land sale receivable collections		142,500		62,383
	$	966,430	$	763,289
Less:				
Subdivision development costs		711		2,895
Land acquisition costs		49,899		11,305
Balance at end of the year		915,820		749,089
	$	967,164	$	763,289

CEMETERY CARE TRUST FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS		1987		1986
Cash on hand and in bank	$	27,429	$	23,701
Due from general revenue fund		95		120
Accrued interest		1,453		1,395
	$	28,977	$	$25,216
LIABILITIES				
Trust fund balance				
Balance at beginning of the year	$	25,216	$	22,442
Add:				
Proceeds received during the year		1,625		944
Interest earned		2,136		1,830
Balance at end of the year		28,977		25,216
	$	28,977	$	25,216

EQUIPMENT REPLACEMENT RESERVE FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Cash on hand and in bank	$ 1,938,099	$ 1,778,828
Due from general revenue fund	—	342,723
Accrued interest	108,807	112,746
	$ 2,046,906	$ 2,234,297
LIABILITIES AND RESERVE		
Due to general revenue fund	$ 46,682	$ —
Statutory reserve fund balance		
Balance at beginning of the year	2,234,297	2,190,862
Add:		
Interest on investements	153,348	140,713
Transfers from general revenue fund	288,171	267,797
Transfers from water revenue fund	5,879	6,360
Sale proceeds	600	—
	$ 2,682,294	$ 2,605,732
Less:		
Equipment purchased during the year	682,071	371,435
Balance at end of the year	2,000,224	2,234,297
	$ 2,046,906	$ 2,234,297

INDUSTRIAL MALL TRUST FUND
BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Trade receivables	$ (440)	$ (51)
Assets acquired	727,813	727,813
	$ 727,373	$ 727,762
LIABILITIES		
Due to general fund-operating	$ 7,148	$ 117,966
Accrued payables	112,946	—
IDSA loan	725,710	725,710
Trust fund balance (deficit)		
Balance at beginning of the year	(115,914)	(99,058)
Add:		
Rentals and recoveries	27,780	24,244
Less:		
Marketing and management	390	1,810
Building maintenance	3,139	3,005
Interest	26,768	36,285
Balance at end of the year (deficit)	(118,431)	(115,914)
	$ 727,373	$ 727,762

SCHEDULE OF FIXED ASSETS AT DECEMBER 31st, 1987

	ENGINEERING STRUCTURES	BUILDINGS	MACHINERY EQUIPMENT	LAND	TOTAL
GENERAL CAPITAL FUND					
General Government		$ 525,118	$ 325,206	$ 77,510	$ 927,834
Protective Services					
Fire Department		328,059	334,164	34,039	696,262
Police Department		960,297	50,126	4,153	1,014,576
Pound and Pest Control	$ 4,448	50,533	5,020		60,001
Transportation Services					
Workshop and Yard		353,637	1,317,346	67,175	1,738,158
Bridges	73,875				73,875
Drains, Ditches and Dykes	3,420,775				3,420,775
Streets, Roads and Sidewalks	16,417,676				16,417,676
Off Street Parking	210,709				210,709
River Road Flood Control	218,707				218,707
Argyle Street Water Lot	65,602				65,602
Environmental Health					
Garbage Collection			389,569	1	389,570
Public Health					
Health Centre		129,488		4,438	133,926
Recreation and Cultural Services					
Parks and Playgrounds	912,522	266,336	354,098	1,188,079	2,721,035
Arena and Curling Rink		581,454	37,917	23,062	642,433
Swimming Pools	20,228	478,848	52,969	41,944	593,989
Glenwood Centre		99,200	27,154	9,945	136,299
Gyro Youth Centre		45,646	8,639		54,285
Echo '67 Community Centre		460,599	105,614		566,213
Library — Museum		906,346	11,246		916,592
Alberni Harbour Quay	999,021	1,124,637	10,942	75,035	2,209,635
Other Services					
Cemetery				147,216	147,216
Waterfront Property				1,370	1,370
1912 Buick			3,461		3,461
Emergency Measures			405		405
Marina				34,084	34,084
	$ 22,343,563	$ 6,309,198	$ 3,033,876	$ 1,708,051	$ 33,394,688
SEWER CAPITAL FUND					
Collection System	$ 5,026,180	$ 58,028	$ 328,915	$ 125	$ 5,413,248
WATER CAPITAL FUND					
Source of Supply	$ 4,092,244	$ 128,238	$ 393,216	$ 10,257	$ 4,623,955
Distribution System	5,585,832				5,585,832
	$ 9,678,076	$ 128,238	$ 393,216	$ 10,257	$ 10,209,787
	$ 37,047,819	$ 6,495,464	$ 3,756,007	$ 1,718,433	$ 49,017,723

SCHEDULE OF DEBENTURE DEBT AT DECEMBER 31st, 1987 (indicating the principal and interest for 1988)

PURPOSE	AMOUNT OUTSTANDING ISSUED BY OWN ISSUE	M.F.A.	TOTAL	1988 REQUIREMENTS PRINCIPAL	INTEREST
General capital fund	$ 508,325	$ 2,212,343	$ 2,720,668	$ 569,401	$ 444,021
Water capital fund	—	2,751,162	2,751,162	88,702	327,029
Sewer capital fund	352,562	1,012,064	1,364,626	121,260	264,842
	$ 860,887	$ 5,975,569	$ 6,836,456	$ 779,363	$ 1,035,892

MUNICIPAL TRANSIT TRUST FUND BALANCE SHEET AT DECEMBER 31st, 1987

ASSETS	1987	1986
Cash on hand and in bank	$ 89,444	$ 61,639
LIABILITIES		
Due to province	$ 65,409	$ 64,602
Due to general revenue fund	2,555	2,395
Deferred revenue	2,128	2,128
Balance at beginning of the year (deficit)	(7,486)	722
Add:		
Tax levy	182,314	174,216
Interest earned	3,191	7,061
Revenue from operation	106,703	108,283
	$ 292,208	$ 290,282
Less:		
Payments to B.C. Transit	255,453	287,208
Municipal administration cost	9,917	10,560
Balance at end of the year (deficit)	19,352	(7,486)
	$ 89,444	$ 61,639

NOTES TO FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31st, 1987

1. SIGNIFICANT ACCOUNTING POLICIES

(a) The City reports its activities on the fund accounting basis that is followed by British Columbia municipalities.

(b) Investments are carried at cost.

(c) Inventories are valued at cost on the first-in first-out basis.

(d) Fixed assets and depreciation:

(i) General Funds - prior to 1986 equipment and furnishings are recorded net of depreciation applied using the declining balance method. All other fixed assets are recorded at cost. No depreciation is recorded in 1986 and no depreciation has been reversed.

(ii) Water and Sewer Funds - prior to 1986 all capital assets were recorded at cost and depreciation was recorded on a straight line basis using rates determined in accordance with the estimated life of the assets. No depreciation is recorded in 1986 and depreciation claimed prior to 1986 has been added back to Equity and Fixed Assets.

2. TRANSLATION OF FOREIGN CURRENCY

(a) No provision has been made in the accounts for any possible future foreign exchange losses. Actual foreign exchange costs incurred on interest and principal repayments during the year are recorded as expenditures in that year.

(b) Included in debenture debt outstanding are $643,378 of U.S. dollar issues. The equivalent estimated Canadian dollar amount at December 31st, 1987 is $848,294.

(c) Included in demand notes outstanding are $125,043 of U.S. dollar issues. The equivalent estimated Canadian dollar amount at December 31st, 1987 is $164,869.

3. CONTINGENT LIABILITIES

(a) Debt issued by the Regional District of Alberni-Clayoquot is a direct, joint and several liability of the District and each member municipality, including the City.

(b) The loan agreements between the Regional District of Alberni-Clayoquot and the City with respect to borrowing provided by the Municipal Finance Authority provide that if at any time the scheduled payments provided for in the agreements are not sufficient to meet the District obligation in respect to such borrowing, the resulting deficiency becomes a liability of the City.

(c) No reserve has been provided for employee sick leave accruals, because there is no payout on termination.

MUNICIPAL STATISTICS

	1978	1979	1980
Population (based on last census)	19,597	19,597	20,032
Assessed Valuations for General Purposes			
Assessed values are actual values for 1983 and subsequent years			
Land	15,213,483	18,702,822	20,191,572
Improvements	51,014,635	55,600,484	63,624,253
Total	66,228,118	74,303,306	83,815,825
Per Capita Assessment for General Purposes	3,379	3,792	4,184
Tax Rates for Residential Class			
Tax rates for 1983 and subsequent years are expressed in $ per thousand of actual value			
General	52.455	48.993	46.975
Debt	10.152	8.810	8.317
School District - Local	46.591	48.683	48.838
Regional Hospital District	1.558	1.391	1.235
Municipal Finance Authority	.018	.018	.020
Regional District	2.427	1.837	2.080
Assessment Authority	1.445	1.430	1.295
Municipal Transit	—	—	.739
Total Tax Rate - Residential	114.646	111.489	109.499
Current Tax Levy			
General	3,473,928	3,616,214	3,926,967
Debt	672,335	650,270	695,276
School District - Local	5,502,257	6,397,013	7,094,509
- Provincial	—	—	—
Other Levies — Special Assessments	270,115	269,667	284,032
Regional Hospital District	180,839	179,512	175,982
Municipal Finance Authority	2,089	2,332	2,850
Regional District	281,708	237,048	296,391
Assessment Authority	167,724	185,254	184,532
Municipal Transit	—	42,340	105,304
Total Tax Levy	10,550,995	11,579,650	12,765,843
Per Capita Tax Levy	538.39	590.89	637.27
Tax Collection			
Current Taxes Owners Payments	9,015,204	9,622,487	10,778,035
Provincial Home Owner Grants	1,375,201	1,815,593	1,877,951
Total Current Taxes Collected	10,390,405	11,438,080	12,655,986
Percentage of Current Levy	98.48	98.78	99.14
Arrears and Delinquent Collected	260,039	187,895	210,905
Percentage of Current Levy	2.46	1.62	1.65
Total Taxes Collected	10,650,444	11,625,975	12,866,891
Percentage of Current Levy	100.94	100.72	100.67
Unpaid Taxes			
Current	177,478	157,314	125,503
Arrears	58,832	72,965	70,840
Total Unpaid Taxes	236,310	230,279	196,343
Per Capita	12.06	11.75	9.80

1981	1982	1983	1984	1985	1986	1987
20,032	19,892	19,892	19,892	19,892	19,892	18,241
18,915,422	26,176,820	128,187,211	128,332,254	104,935,475	105,166,319	83,091,967
68,625,430	81,980,075	355,867,866	350,196,077	345,976,372	345,888,683	325,845,809
87,540,852	108,147,195	484,055,077	478,528,331	447,526,697	447,338,102	408,937,776
4,370	5,437	24,334	24,056	22,498	22,488	22,419
57.100	57.329	7.71	8.06	9.48	9.6657	10.1681
7.046	5.285	1.08	1.09	1.19	1.2644	1.3371
50.877	43.053	5.40	5.12	5.66	5.9121	7.4298
1.252	1.164	1.15	.12	.09	.0355	.0369
.020	.018	.002	.002	.002	.0020	.0016
1.745	1.777	2.41	.25	.31	.3258	.4471
1.295	1.199	.14	.14	.14	.1463	.1841
.864	.924	1.06	.09	.11	.1037	.2462
120.199	110.749	18.952	14.9	16.98	17.4555	19.8509
4,995,331	6,192,929	6,184,158	6,408,221	7,072,948	7,784,534	7,792,881
616,412	570,909	866,392	863,039	890,870	1,018,212	1,024,750
8,284,297	1,729,759	1,619,989	1,554,036	1,514,098	1,593,990	1,922,885
—	8,617,448	7,388,090	7,322,478	5,910,235	3,962,581	2,003,843
312,551	413,191	421,330	373,268	442,667	430,794	414,896
205,767	239,521	191,620	198,717	153,438	59,569	27,248
3,287	3,704	3,345	3,318	3,393	3,357	1,181
286,791	365,660	402,636	414,549	527,085	546,669	453,934
207,112	246,723	233,923	235,557	240,824	245,423	135,924
141,999	190,135	176,404	143,836	194,539	174,023	181,799
15,053,547	18,569,979	17,487,887	17,517,019	16,950,097	15,819,152	13,959,341
751.47	933.54	879.14	880.60	852.11	795.25	765.27
13,005,310	15,996,064	14,909,888	15,152,899	14,659,089	13,384,772	11,636,095
1,907,815	1,954,592	1,920,470	1,904,120	1,923,939	1,954,731	1,851,830
14,913,125	17,950,656	16,830,358	17,057,019	16,582,358	15,339,503	13,487,925
99.07	96.67	96.24	97.37	97.8	97.3	96.6
182,019	201,269	640,060	910,111	897,820	449,057	723,940
1.21	1.08	3.66	5.20	5.30	2.84	5.19
15,095,144	18,151,925	17,470,418	17,967,130	17,480,178	15,788,560	14,211,865
100.28	97.75	99.90	102.57	103.13	99.81	101.81
419,721	695,292	718,943	553,815	401,621	523,315	509.948
57,122	352,524	541,333	485,628	256,921	325,268	220,045
476,843	1,047,816	1,260,276	1,039,443	658,542	848,583	729,993
23.80	52.68	63.35	52.25	33.11	42.66	40.02

MUNICIPAL STATISTICS

Debenture Debt	1978	1979	1980
Water	410,000	324,000	249,000
Sewer	1,768,189	1,649,196	1,521,469
General	3,130,901	3,091,754	2,970,948
Gross Debenture Debt	5,309.090	5,064,950	4,741,417
Per Capita	270.91	258.45	236.69
Less: Sewer and Water Utilities Debt	2,178,189	1,973,196	1,770,469
Net Debt Excluding Utilities	3,130,901	3,091,754	2,970,948
Per Capita	159.72	157.77	148.31
Borrowing Power			
Gross Borrowing Power	15,378,949	15,448,276	16,154,726
Present Debt Less Statutory Deductions	4,219,996	4,902,950	4,616,917
Unused Borrowing Power	11,158,953	10,545,326	11,537,809
General Revenue Fund Statistics			
Budget	15,769,990	17,189,850	19,843,614
Actual Revenues	15,707,415	16,112,376	18,736,167
Actual Expenditures	15,698,628	16,086,461	18,710,373
Surplus	8.787	25,915	25,794
Expenditure Per Capita	799.03	820.86	934,02
Capital Expenditures			
Financed From General Revenue	712,501	669,716	1,189,204
Other Sources of Revenue			
Provincial Unconditional Grants	1,107,336	1,148,288	1,377,592
B.C. Hydro Grant	98,762	119,416	145,965
Business Tax	660,441	767,309	838,546
Land Sale Reserve Fund Balance	280,172	158,959	328,960
Building Permits			
Number Issued	209	279	247
Construction Values	11,203,859	15,944,467	9,772,471

1981	1982	1983	1984	1985	1986	1987
170,000	90,000	—	—	2,933,000	2,844,299	2,751,162
1,544,057	1,991,240	1,847,524	1,738,595	1,822,168	1,497,725	1,364,626
2,999,477	3,953,363	3,673,746	3,575,156	3,885,483	3,343,752	2,720,668
4,713,534	6,034,603	5,521,270	5,313,751	8,440,651	7,685,776	6,836,456
235.30	303.37	277.56	267.13	424.32	386.38	374.79
1,714,057	2,081,240	1,847,524	1,738,595	4,755,168	4,342,024	4,085,294
2,999,477	3,953,363	3,673,746	3,575,156	3,685,483	3,343,752	2,754,162
149.73	198.74	184.64	179.73	185.27	168.10	150.99
17,888,871	20,261,504	20,705,276	20,911,672	19,549,838	19,719,898	18,808,884
4,628,534	5,989,603	5,521,270	5,313,751	7,699,861	6,989,336	6,186,585
13,260,337	14,271,901	15,184,006	15,597,921	11,849,977	12,730,562	12,622,299
23,143,161	24,554,719	23,572,361	22,751,706	21,685,969	20,252,702	18,884,010
21,885,163	25,039,867	23,648,884	22,994,832	21,756,765	20,348,836	18,953,859
21,874,142	25,028,885	23,582,581	22,963,597	21,208,298	20,121,358	18,643,336
11,021	10,982	66,303	31,235	548,467	227,478	310,523
1,091.96	1,258.24	1,185.53	1,154.41	1,066.17	1,011.53	1,022.06
1,540,025	1,120,501	379,869	950,395	758,616	463,387	1,048,384
1,539,625	921,776	902,260	802,427	787,941	809,666	870,730
155,813	182,316	176,737	210,230	235,406	300,848	314,548
1,051,663	1,244,501	1,096,283	1,017,145	591,495	—	—
531,181	823,925	556,021	652,259	646,220	763,289	915,820
258	128	150	142	146	104	150
9,628,857	7,674,194	3,693,909	2,314,886	2,730,451	3,512,682	4,134,314